

FISCAL IMPACT STATEMENT ON BILL NO. **H4113**

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TO:	The Honorable Daniel T. "Dan" Cooper, Chairperson, House Ways and Means Committee		
FROM:	Office of State Budget, Budget and Control Board		
ANALYSTS:	Allan Kincaid		
DATE:	December 15, 2005	SBD:	2005506

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AUTHOR:	Representative J.E. Smith	PRIMARY CODE CITE:	25-1-3235
SUBJECT:	National Guard Pension		

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ESTIMATED FISCAL IMPACT ON GENERAL FUND EXPENDITURES:  
A Cost to the General Fund (See Below)

ESTIMATED FISCAL IMPACT ON FEDERAL & OTHER FUND EXPENDITURES:  
\$0 (No additional expenditures or savings are expected)

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**BILL SUMMARY:**

The proposed Bill would extend the eligibility for the National Guard pension prospectively to otherwise eligible persons who became a member of the National Guard after June 30, 1993.

**EXPLANATION OF IMPACT:**

A review of this Bill by the Retirement System and its actuary indicates there will be an additional annual cost to the General Fund of approximately \$926,000 to extend benefits to 6,551 newly eligible members. Further, there would be an additional annual cost to the General Fund of \$53 each year for each new guard member.

The Retirement System also indicates there are a number of individuals who are no longer active in the National Guard who could return to active guard duty and become eligible to receive a pension. However, there is no data readily available to determine the number of individuals and any related costs.

**LOCAL GOVERNMENT IMPACT:**

None.

**SPECIAL NOTES:**

None.

Approved by:



Don Addy  
Assistant Director, Office of State Budget